

JOSEPH ONEBANE (1917-1987)
JOHN G. TORIAN, II (1936-1991)

TIMOTHY J. MCNAMARA
EDWARD C. ABELL, JR.
LAWRENCE L. LEWIS, III †
ROBERT M. MAHONY
DOUGLAS W. TRUXILLO *
RANDALL C. SONGY
MICHAEL G. DURAND
GREG GUIDRY *
MARK L. RILEY
GRAHAM N. SMITH *
GARY P. KRAUS
RICHARD J. PETRE, JR.
CHARLES J. BOUDREAUX, JR.
THOMAS G. SMART
ROGER E. ISHEE **
STEVEN C. LANZA
BRENT G. SONNIER ***
GREG R. MIER ††
FRANK H. SPRUIELL, JR. *
MARIA FABRÉ MANUEL
MICHAEL P. MARAIST
JOAN LABBE BOUDREAUX

ONEBANE LAW FIRM

A Professional Corporation

1200 CAMELLIA BOULEVARD (70508)
SUITE 300
POST OFFICE BOX 3507
LAFAYETTE, LOUISIANA 70502-3507

FAX: (337) 266-1232
TELEPHONE: (337) 237-2660

WWW.ONEBANE.COM

OF COUNSEL
WILLIAM E. KELLNER
MARK B. OLIVER
CRAIG A. RYAN
GREGORY K. MOROUX
FREDERICK R. PARKER, JR. ††
MICHAEL D. SKINNER
DANIEL C. PALMINTIER

SHREVEPORT OFFICE

400 TRAVIS STREET, SUITE 1000
SHREVEPORT, LA 71101

TELEPHONE: (318) 674-9770
FAX: (318) 674-9775

‡ LL.M. IN HEALTH LAW
† BOARD CERTIFIED TAX ATTORNEY
LL.M. IN TAXATION
†† REGISTERED PATENT ATTORNEY

* ALSO ADMITTED IN TEXAS
** ALSO ADMITTED IN MISSISSIPPI
*** ALSO ADMITTED IN OKLAHOMA

August 15, 2005

APPLICATION

6490-64861

Honorable James H. Welsh
Commissioner of Conservation
Louisiana Office of Conservation
P.O. Box 94275
Baton Rouge, LA 70804

Re: 2100' Zone, Reservoir A
2070' Sand, Reservoir B
2150' Sand, Reservoir A
2340' Sand, Reservoir A
Gibson Field
Terrebonne Parish, Louisiana

Dear Commissioner Welsh:

Application is hereby made on behalf of **DENBURY ONSHORE, LLC** for the calling of a public hearing, after thirty (30) days legal notice, to consider evidence relative to the issuance of Orders pertaining to the following matters in the **2,100' Zone, Reservoir A**, the **2070' Sand, Reservoir B**, the **2150' Sand, Reservoir A** and the **2340' Sand, Reservoir A**, all in the **Gibson Field**, Terrebonne Parish, Louisiana, to-wit:

1. To dissolve each of the following drilling and production units: (a) 2070 RB SUA, created by Office of Conservation Order No. 478-M-1, effective July 18, 1984, (b) 2150 RA SUA, created by Office of Conservation Order No. 478-R, effective July 18, 1984, and (c) 2340 RA SUA, created by Office of Conservation Order No. 478-S, effective July 18, 1984;
2. Simultaneously with the dissolution of these units, to establish rules and regulations and create a single drilling and production unit for

the 2100' Zone, Reservoir A, such unit to be designated 2100 RA SUA;

3. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the proposed unit, with each tract sharing in unit production on a surface acreage basis of participation;
4. To designate the Denbury Onshore, LLC - K. K. Westervelt, et al No. 1 Well as the unit well for the proposed unit;
5. To designate Denbury Onshore, LLC as the unit operator of the proposed unit;
6. To provide that any substitute or alternate unit wells for the proposed unit should be exempt from the spacing provisions of Statewide Order No. 29-E;
7. To provide that any future wells drilled to the 2,100' Zone outside of the proposed unit should be located in accordance with the spacing provisions of Statewide Order No. 29-E;
8. To provide that the Commissioner of Conservation should be authorized to reclassify the reservoir, by supplemental order without the necessity of a public hearing, if the producing characteristics of the reservoir change and evidence of justify such reclassification submitted to an accepted by the Commissioner; and
9. To consider such other matters as may be appropriate and justified by the evidence presented at the hearing.

The 2,100' Zone, Reservoir A, in the Gibson Field, Terrebonne Parish, Louisiana, is hereby defined as being that gas and condensate bearing zone encountered between the depths of 2,140 feet and 2,460 feet, electrical log measurements, in the Denbury Onshore, LLC – K. K. Westervelt, et al No. 1 Well, located in Section 41, Township 17 South, Range 15 East, Terrebonne Parish, Louisiana.

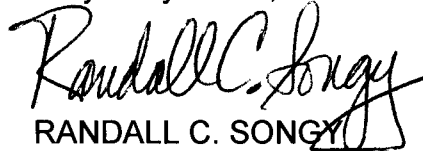
No conference to discuss the proposed application was held, as none was requested within the delays provided for by the Rules of Procedure; therefore, no opposition to this Application at the hearing is anticipated.

Pertinent data relating to the proposed application can be obtained, AT THE COST OF THE REQUESTING PARTY, by contacting **E. Holmes Smart, 200 Audubon Blvd., Lafayette, Louisiana 70503, (337)232-4031.**

There is attached hereto and made a part hereof a plat outlining the proposed unit and a list of the names and addresses of the interested parties to whom this unitization proposal is being sent. Pursuant to the Revised Rules of Procedure such list of parties is being furnished ONLY to the Commissioner of Conservation and to the District Manager of the Lafayette District of the Office of Conservation. However, the list of parties will be provided to any party requesting a copy of it. A reasonable effort was made to ascertain the names and addresses of all Interested Owners, Represented Parties and Interested Parties.

Finally, enclosed herein is our check in the amount of \$3,020.00 made payable to the Office of Conservation in payment of the required hearing application fee.

Very Truly Yours,



RANDALL C. SONGY

RCS/elg/bad
Enclosures

cc: Mr. Richard Hudson, District Manager
Office of Conservation

All Interested Owners, Interested Parties and
Represented Parties

P.S. To all Interested Owners, Represented Parties and Interested Parties:

You may have received this Application even though your property is not included in the proposed unit, because the Revised Rules of Procedure require us to attempt to also notify everyone owning an interest in the area "proximate to" the proposed unit.

Your receipt of this Application does not require you to take any action. It is meant to notify you of these proceedings so that you have the opportunity to participate if you so desire.

T17S-R15E

2100 RA SU A
Westervelt No. 1
±315 Ac.

Williams, Inc.

33

34

35

Barnsdall
Kuntz
1
10450'

ARCO
Kuntz
2
10475'

ARCO
Kuntz
1
10009'

Shell
Kuntz
7
9450'

Pennzoil
Kuntz
A5
9150'

Shell
Kuntz
10
9271'

Shell
Kuntz
5
9518'

Felix H. Kuntz

Logan H. Bagby, et al

Barton & Meltzer

Kuntz
1
3142'

Shell
Kuntz
6
10900'

Denbury Onshore, LLC
Westervelt, et al

Proposed
Unit Well
2624'

McCain, et al
Kuntz
1
10408'

Mossbacher, et al
Kuntz
1
15137'

Patrick
Bagby
1
15832'

Getty
Bagby
1
16400'

Frankel
Bagby
1
10995'

42

41

40

Quintana
Kuntz
1
15272'

Calco
Kuntz
1
11230'

Logan H. Bagby, et al

Felix H. Kuntz

Docket No:

Exhibit No:

DENBURY ONSHORE, LLC

GIBSON FIELD
TERREBONNE PARISH, LOUISIANA

PROPOSED UNIT
2100' Zone

0 1000' 2000'

DATE:

FRANK W. HARRISON, JR.
CONSULTING GEOLOGISTS - LAFAYETTE, LOUISIANA